



**CONWEST
EXPLORATION**
C O M P A N Y L I M I T E D

THIRTIETH ANNUAL REPORT

December 31 — 1968

Thirtieth Annual Report

of

C O N W E S T

EXPLORATION COMPANY LIMITED

OFFICERS

F. M. CONNELL, O.B.E.	- - - - -	Chairman
C. R. ELLIOTT	- - - - -	President
W. H. CONNELL	- - - - -	Vice-President
J. D. CHRISTIAN, C.B.E.	- - - - -	Executive Vice-President
M. P. CONNELL	- - - - -	Treasurer
J. R. SCRIMGER	- - - - -	Secretary
D. B. MacDERMOTT	- - - - -	Assistant Secretary

DIRECTORS

F. M. CONNELL, O.B.E.	- - - - -	Toronto, Ontario
W. H. CONNELL	- - - - -	Spencerville, Ontario
E. B. CONNELL	- - - - -	Spencerville, Ontario
M. P. CONNELL	- - - - -	Toronto, Ontario
J. D. CHRISTIAN, C.B.E.	- - - - -	Toronto, Ontario
K. A. CREERY	- - - - -	Montreal, Quebec
C. R. ELLIOTT	- - - - -	Bowmanville, Ontario
S. E. JAMIESON	- - - - -	Toronto, Ontario
I. F. T. KENNEDY	- - - - -	Toronto, Ontario

TRANSFER AGENT AND REGISTRAR

MONTREAL TRUST COMPANY - - - - - Toronto, Ontario

BANKERS

THE ROYAL BANK OF CANADA

AUDITORS

CLARKSON, GORDON & CO. - - - - - Toronto, Ontario

SOLICITOR

D. B. MacDERMOTT - - - - - Toronto, Ontario

ADMINISTRATIVE OFFICE

TENTH FLOOR, 85 RICHMOND STREET WEST - - Toronto, Ontario

FIELD OFFICE

WHITEHORSE, Y.T.

ANNUAL MEETING

10:00 A.M., April 28, 1969 - - - - - Royal York Hotel
Toronto, Ontario



Report of the Directors

To the Shareholders,
Conwest Exploration Company Limited.

Your directors submit for your information the balance sheet as at December 31, 1968, and the related statements of income and earned surplus and statement of source and application of funds for the year ended on that date together with your Auditors' Report thereon.

CASSIAR ASBESTOS CORPORATION LIMITED

Your company holds 542,970 shares of Cassiar Asbestos Corporation Limited.

During the year, Cassiar earned \$11,794,325 before deducting provision for waste removal costs, depreciation, amortization and other write-offs, aggregating \$5,221,933, taxes payable for the year of \$1,395,000 and deferred taxes in the amount of \$900,000. The net profit for the year was \$4,277,392 compared to \$4,175,185 earned in 1967.

Dividends received from Cassiar during the year provided your company with an income of \$325,782.

Your attention is directed to the Cassiar report for full particulars of that company's operations.

BASIN OIL EXPLORATION LIMITED

Your company holds 681,661 shares of Basin Oil Exploration Limited representing 62% of the outstanding capital stock of that company. At December 31, 1968, Basin held net current assets of \$483,522 consisting of cash, short term securities and shares of listed oil and mining companies valued at market. During the year, Basin participated with a group of oil exploration companies in the acquisition of four quarter sections of Crown Leases in the Rainbow Lake-Zama Lake area of Northern Alberta. The commitment well drilled on one of the leases failed to discover oil and was abandoned. Basin also participated in exploration of a large group of mining claims in the Coppermine River area in the Northwest Territories held by East Coppermine Exploration Company Limited. Basin will continue to participate in oil and mineral exploration projects of interest.

FROBEX LIMITED

Your company held at the year end 383,485 shares of Frobex Limited. As a result of participation by Frobex in the discovery and development of Madeleine Mines Limited, Frobex acquired a total of 1,667,647 shares of Madeleine Mines Limited. During the year Frobex distributed by way of reduction of capital 700,000 shares of Madeleine Mines Limited, as a result of which, your company acquired 77,777 shares. The mine is expected to reach production before mid-1969.

JOREX LIMITED

During the year, your company subscribed for 80,000 shares of Jorex Limited at \$1.00 per share and undertook to subscribe for an additional 80,000 shares at \$1.00 per share to be taken up and paid for on or before June 30, 1971. Jorex was incorporated during the year to carry on a general mining exploration business. The company is financed by a group of mining exploration companies who subscribed for a total of 400,000 shares at \$1.00 per share and undertook to subscribe for a further 400,000 at \$1.00 per share on or before June 30, 1971. In addition 500,000 shares were issued to the public through an underwriter who also holds an option until August, 1969 to purchase 100,000 shares at \$1.15 per share. The financial arrangements including the option on 100,000 shares if exercised, makes available to Jorex a total of \$1,445,000, at which time there would be outstanding 1,700,007 shares of its capital stock, of which your company would hold 160,000 shares. The company is carrying on an active programme of mining exploration in Canada with a competent staff under the direction of Mr. J. J. Rankin.

BUFFALO RIVER EXPLORATION LIMITED

Your company holds 955,913 shares of an issued capital of 2,402,278 shares. The company holds several groups of mineral claims in the Pine Point area of Northwest Territories, on one of which it has indicated by diamond drilling 1,350,000 tons of ore having an average grade of 3.4% lead and 9.6% zinc. No work was done on the company's claims during the year but studies are presently underway to determine the feasibility of bringing this property into production.

COPPERMINE RIVER AREA — NORTHWEST TERRITORIES

At the year end, Conwest held the following interest in companies exploring claims in the Coppermine River area, Northwest Territories including shares to be issued for monies expended on exploration or advanced to the project manager for that purpose:

	Shares Now Issued and Shares to be issued for Exploration Expenditure	Interest Therein Owned by Conwest
Coppermine River Limited	3,975,015	516,002
Teshierpi Mines Limited	2,000,005	200,000
Northville Explorations Limited	1,950,005	64,000
Bernack Coppermine Limited	1,900,005	298,000
East Coppermine Exploration Company Limited	1,250,009	320,009
Chance Mining and Exploration Company Limited	2,640,000	1,199,533

12.9

Conwest plans to continue during 1969 its participation in these exploration ventures. Coppermine River Limited has reserves in the 47 Zone indicated by diamond drilling, in excess of 4,000,000 tons averaging approximately 3% copper. Exploration work carried out during the year indicated several structures considered favourable for further exploration. These will be investigated during 1969.

Geophysical work on the Bernack Coppermine Limited property outlined an anomalous zone on which limited drilling has cut several good grade copper intersections. It is planned to continue drilling the anomalous area and to further investigate the structure on which the anomaly occurs for a repetition of similar conditions.

Correlation of information now available will permit a selective application of both geophysical surveys and follow-up drilling. This will benefit the exploration programme planned for 1969 in the Coppermine area.

CONISKA COPPER MINES LIMITED

Conwest holds a 50% interest in Coniska Copper Mines Limited. The company carried out an induced polarization survey over its claims in the Chibougamau area of Quebec. Results of this survey are currently being reviewed. The company also participated in exploration in the Coppermine River area through participation in the East Coppermine Exploration Company Limited project.

CONWEST EXPLORATION OVERSEAS LIMITED

Conwest Exploration Overseas Limited has issued and outstanding 1,600,000 shares of which your company holds 740,000 shares. Conwest Exploration Overseas Limited through its wholly-owned subsidiary, Conwest (Australia) No Liability, is carrying on a comprehensive programme of long-term exploration in Australia. The major effort during the year was concentrated in Western Australia with emphasis on exploration for nickel in the Kambalda-Kalgoorlie area.

GENERAL EXPLORATION IN WHICH CENTRAL PATRICIA GOLD MINES LIMITED PARTICIPATED TO THE EXTENT OF 20%

British Columbia

Several claim groups are held in the Stikine River area of British Columbia. No work was done on the claims during the year. A number of prospects were referred to the company but were not of sufficient interest to warrant expenditure. Your company also participated with three other companies in a Syndicate carrying out a programme of exploration in the interior of British Columbia. One group of claims was acquired by the Syndicate which will require further investigation. The same programme will be continued in 1969.

Manitoba

A number of the company's mining claims in the nickel belt of Manitoba were brought to lease during the year.

Ontario

In the Blind River uranium area, your company participated in reconnaissance drilling on a group of mining claims. Work failed to disclose values of commercial significance and the project was abandoned. Several other groups of claims were examined.

Quebec

A programme of exploration of a group of mining claims in the vicinity of Madeleine Mines Limited in the Gaspé was undertaken in participation with New Calumet Mines Limited. Drilling to test the extensive low-grade copper mineralization on the claims was inconclusive and your company withdrew from the project.

A group of mining claims is held in Lapotardiere Township, Gaspé, Quebec on which a body of forsterite occurs. Further tests carried out during the year confirmed the high temperature refractory properties of this industrial mineral and investigation of the market is being continued.

Your company maintains a strong exploration staff of engineers and geologists well supported by experienced prospectors, under the management of Mr. T. L. Horsley. The Directors express their appreciation to them for the faithful service they render the company.

On Behalf of the Board,

F. M. CONNELL,
Chairman.

C. R. ELLIOTT,
President.

Toronto, Ontario,
March 13, 1969.

Conwest Exploration Company Limited

STATEMENT OF INCOME AND EARNED SURPLUS

For the year ended December 31, 1968

(with comparative figures for the year 1967)

	<u>1968</u>	<u>1967</u>
Net income for the year:		
Income —		
Dividends	\$ 713,762	\$ 763,003
Interest	182,048	157,163
Gain on sale of investments	39,246	7,167
Rental income	450	
	<u>935,506</u>	<u>927,333</u>
Expense —		
General exploration (note 1)	204,551	241,494
General and administrative	147,619	119,911
Remuneration of directors including those holding salaried employment	58,133	42,300
Depreciation	2,146	3,054
	<u>412,449</u>	<u>406,759</u>
Less portion of expenditures recovered from other companies	107,404	80,912
	<u>305,045</u>	<u>325,847</u>
Net income for the year	630,461	601,486
Excess of net gain realized on disposal of interest in mining properties and companies over exploration write-offs and provision for losses of subsidiary companies (notes 1 and 2)	227,224	2,088,962
Earned surplus at beginning of year	12,686,120	10,295,672
	<u>13,543,805</u>	<u>12,986,120</u>
Dividends totalling 12¢ per share	300,000	300,000
Earned surplus at end of year	<u>\$13,243,805</u>	<u>\$12,686,120</u>

Conwest Exploration Company Limited

STATEMENT OF SOURCE AND APPLICATION OF FUNDS

For the year ended December 31, 1968

(with comparative figures for the year 1967)

	1968	1967
Working capital (current assets less current liabilities) beginning of year	\$4,033,170	\$2,062,311
Sources of funds:		
Income from investments	935,506	927,333
Proceeds from sale of shares in mining companies	927,557	4,433,486
Principal payments received on mortgages receivable and an agreement of sale	82,140	77,086
	<u>5,978,373</u>	<u>7,500,216</u>
Application of funds:		
Expended upon Exploration and Development of mining claims and properties including subscription to shares in and advances to other mining companies for exploration purposes	1,120,014	2,704,676
Purchase of shares in other mining companies	1,743,158	453,634
	<u>2,863,172</u>	<u>3,158,310</u>
Equipment purchases (sales)	(770)	8,736
Dividends paid	300,000	300,000
	<u>3,162,402</u>	<u>3,467,046</u>
Working capital — end of year	<u>\$2,815,971</u>	<u>\$4,033,170</u>

Conwest Exploration

(Incorporated under the laws of the State of Nevada)

Balance Sheet

(with comparative figures for 1967)

ASSETS		1968	1967
Current:			
Cash		\$ 1,579,189	\$ 841,518
Short-term investments at cost plus accrued interest (approximately market)		1,171,068	3,060,744
Dividends and interest receivable		85,320	233,691
Accounts receivable		173,119	99,106
Advances for working funds		42,203	16,466
Prepaid expenses		8,685	11,073
Total current assets		3,059,584	4,262,598
Agreement for sale and mortgages receivable		82,897	165,037
Interest in mining properties and companies — at cost less amounts written off (notes 1 and 2):			
Shares in and advances to mining and exploration companies (including shares with a book value of \$7,640,202 (\$6,354,712 in 1967) having a quoted market value of \$15,466,964 (1967 — \$15,495,204))		9,189,753	7,341,483
Subsidiary companies (note 2) —			
Shares		1,224,864	1,224,658
Advances		399,027	396,078
		1,623,891	1,620,736
Less provision for losses		235,054	205,605
		1,388,837	1,415,131
Mining claims and expenditures thereon		1,034,138	996,174
Total interest in mining properties and companies		11,612,728	9,752,788
Prospecting equipment and other fixed assets at cost less accumulated depreciation of \$41,992 (\$46,280 in 1967)		17,207	20,123
		<u>\$14,772,416</u>	<u>\$14,200,546</u>

Company Limited

(of Canada)

December 31, 1968

(for the year 1967)

LIABILITIES

	1968	1967
Current:		
Accounts payable and accrued charges	\$ 93,613	\$ 79,428
Dividend payable	150,000	150,000
Total current liabilities	<u>243,613</u>	<u>229,428</u>

Capital and surplus:

Capital —

Authorized:

3,000,000 shares of no par value

Issued:

2,500,000 shares 1,284,998 1,284,998

Earned surplus 13,243,805 12,686,120

14,528,803 13,971,118

On behalf of the Board:

C. R. ELLIOTT, Director.

J. D. CHRISTIAN, Director.

\$14,772,416

\$14,200,546

Conwest Exploration Company Limited

NOTES TO THE FINANCIAL STATEMENTS December 31, 1968

1. Accounting policy

The company's policy is to write off all general exploration expenditures incurred during the year, including all overhead costs, and to capitalize the direct cost of acquisition and expenditure thereon of interests in mining properties and companies which were in good standing at the year end. Upon disposal or abandonment of such interests the net gain or loss is reflected in the statement of earned surplus.

2. Subsidiaries

In accordance with Section 121 of The Canada Corporation Act the following are the details relating to unconsolidated subsidiary companies:

- (a) The subsidiary companies' financial statements have not been consolidated because, in the opinion of management, such consolidation would be inappropriate. The assets of the subsidiary companies include cash and investments at market value less accounts payable aggregating \$658,461 in which the company's equity is \$400,968. The balance of the company's investment in subsidiary companies is represented by mining claims, properties, expenditures thereon and other deferred amounts, the value of which can only be determined through operation, sale or abandonment.
- (b) The company's proportion of the aggregate losses of subsidiaries for the respective financial periods coinciding with or ending in the financial period of the company totalled \$29,448, which has been treated in the statement of income and earned surplus as a provision for losses of subsidiary companies.
- (c) The aggregate of the losses less profits of the subsidiaries since their acquisition in addition to amounts written off the investment therein, is \$235,054.

Clarkson, Gordon & Co.
Chartered Accountants

15 Wellington Street West, Toronto 1, Canada

Halifax Saint John Quebec Montreal Ottawa
Toronto Hamilton Kitchener London Windsor
Port Arthur Fort William Winnipeg Regina
Calgary Edmonton Vancouver Victoria

Arthur Young, Clarkson, Gordon & Co.
United States—Brazil

Telephone 368-2751 (Area Code 416)

AUDITORS' REPORT

To the Shareholders of
Conwest Exploration Company Limited:

We have examined the balance sheet of Conwest Exploration Company Limited as at December 31, 1968, and the statements of income and earned surplus and source and application of funds for the year then ended. Our examination included a general review of the accounting records and other supporting evidence as we considered necessary in the circumstances.

In our opinion these financial statements present fairly the financial position of the company as at December 31, 1968 and the results of its operations and the source and application of its funds for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Clarkson, Gordon & Co.

Toronto, Canada,
February 28, 1969.

Chartered Accountants

Management and Exploration Personnel

GENERAL OFFICERS:

Chairman of the Board	-	-	-	-	-	-	-	-	-	-	F. M. CONNELL, O.B.E., LL.D.
President	-	-	-	-	-	-	-	-	-	-	C. R. ELLIOTT, C.A.
Executive Vice-President and Consulting Engineer	-	-	-	-	-	-	-	-	-	-	J. D. CHRISTIAN, C.B.E., B.A.Sc.
Vice-President	-	-	-	-	-	-	-	-	-	-	W. HAROLD CONNELL
Treasurer	-	-	-	-	-	-	-	-	-	-	M. P. CONNELL
Secretary	-	-	-	-	-	-	-	-	-	-	J. R. SCRIMGER
Assistant Secretary and Solicitor	-	-	-	-	-	-	-	-	-	-	D. B. MacDERMOTT, B.Sc., LL.B.

EXPLORATION AND DEVELOPMENT DIVISION:

Manager	-	-	-	-	-	-	-	-	-	-	T. L. HORSLEY, B.A.Sc.
Chief Geologist	-	-	-	-	-	-	-	-	-	-	D. H. BUCHHOLZ, A.B., M.A.
Geologist	-	-	-	-	-	-	-	-	-	-	I. F. T. KENNEDY, B.Sc.
Geologist	-	-	-	-	-	-	-	-	-	-	C. K. O'CONNOR, B.A.Sc.
Geologist	-	-	-	-	-	-	-	-	-	-	M. S. BELL, B.Sc.
Whitehorse Office, Yukon Territory — Geologist	-	-	-	-	-	-	-	-	-	-	G. W. GRANT
Assistant to the Manager	-	-	-	-	-	-	-	-	-	-	K. G. MILLER
Mineral Claims Secretary	-	-	-	-	-	-	-	-	-	-	B. W. POPE
Accountant	-	-	-	-	-	-	-	-	-	-	J. F. HATCHER

OPERATING DIVISION:

CASSIAR ASBESTOS CORPORATION LIMITED

GENERAL OFFICERS:

Chairman of the Board	-	-	-	-	-	-	-	-	-	-	F. M. CONNELL, O.B.E., LL.D.
President	-	-	-	-	-	-	-	-	-	-	J. D. CHRISTIAN, C.B.E., B.A.Sc.
Vice-President and Secretary-Treasurer	-	-	-	-	-	-	-	-	-	-	C. R. ELLIOTT, C.A.
General Manager	-	-	-	-	-	-	-	-	-	-	J. G. BERRY, B.Sc.
Manager of Operations	-	-	-	-	-	-	-	-	-	-	A. C. BEGUIN, B.A.Sc.
Consulting Engineer	-	-	-	-	-	-	-	-	-	-	T. T. TIGERT, B.A.Sc.
Assistant Secretary	-	-	-	-	-	-	-	-	-	-	J. R. SCRIMGER
Assistant Treasurer	-	-	-	-	-	-	-	-	-	-	M. G. MAZURKEWICH
Chief Accountant	-	-	-	-	-	-	-	-	-	-	M. J. HERZOG, C.A.

CASSIAR MINE, Cassiar, B.C.

General Superintendent	-	-	-	-	-	-	-	-	-	-	A. C. CARON
Mine Superintendent	-	-	-	-	-	-	-	-	-	-	B. KOVACS, B.A.Sc.
Mill Superintendent	-	-	-	-	-	-	-	-	-	-	C. R. HARRIS, B.A.Sc.
Plant Superintendent	-	-	-	-	-	-	-	-	-	-	G. EDWARDS
Equipment Superintendent	-	-	-	-	-	-	-	-	-	-	W. ZEMENCHIK
Mechanical Superintendent	-	-	-	-	-	-	-	-	-	-	J. C. VELTMAYER
Electrical Superintendent	-	-	-	-	-	-	-	-	-	-	F. KLIMENT
Surface Superintendent	-	-	-	-	-	-	-	-	-	-	G. KAMLAH
Chief Engineer	-	-	-	-	-	-	-	-	-	-	J. ST. GEORGES, B.A.
Chief Geologist	-	-	-	-	-	-	-	-	-	-	W. H. PLUMB, B.A.Sc.
Senior Office Manager	-	-	-	-	-	-	-	-	-	-	J. H. THORNICROFT
Chief Mine Accountant	-	-	-	-	-	-	-	-	-	-	C. N. GANDER

CLINTON MINE, Yukon Territory

General Superintendent	-	-	-	-	-	-	-	-	-	-	J. R. MURDOCH, B.Sc.
Mine Superintendent	-	-	-	-	-	-	-	-	-	-	H. A. WOODY
Mill Superintendent	-	-	-	-	-	-	-	-	-	-	M. DeROUIN, B.Sc.
Plant Superintendent	-	-	-	-	-	-	-	-	-	-	J. M. BELL
Equipment Supervisor	-	-	-	-	-	-	-	-	-	-	W. WAGNER
Mechanical Supervisor	-	-	-	-	-	-	-	-	-	-	P. J. WATTERS
Electrical Supervisor	-	-	-	-	-	-	-	-	-	-	R. O. HOFFMAN
Surface Supervisor	-	-	-	-	-	-	-	-	-	-	J. S. BUTCHART
Chief Engineer	-	-	-	-	-	-	-	-	-	-	J. G. DREWE, B.Sc.
Chief Mine Accountant	-	-	-	-	-	-	-	-	-	-	D. O. ACASON

TRANSPORT DIVISION, Whitehorse, Y.T.

General Superintendent	-	-	-	-	-	-	-	-	-	-	W. E. ROYDS, B.A.Sc.
Operations and Maintenance Superintendent	-	-	-	-	-	-	-	-	-	-	W. G. WHITEHOUSE
Accountant	-	-	-	-	-	-	-	-	-	-	K. J. MULLOY

ASBESTOS WHARF, North Vancouver, B.C.

Superintendent — Vancouver Operations	-	-	-	-	-	-	-	-	-	-	J. T. WARD
Superintendent — Asbestos Wharf	-	-	-	-	-	-	-	-	-	-	M. PHILLIPS
Purchasing Agent	-	-	-	-	-	-	-	-	-	-	K. B. SCRIMGER

Cassiar Asbestos Corporation Limited

Report of the Directors

To the Shareholders,
Cassiar Asbestos Corporation Limited:

Your directors submit herewith the seventeenth annual report on the affairs of your company including the consolidated balance sheet as at December 31, 1968, statements of consolidated operations, earned surplus and source and application of funds for the year ended on that date and your auditors' report thereon.

FINANCIAL

The profit from operations was \$11,794,325 before providing for depreciation, waste removal, and other write-offs aggregating \$5,221,933 leaving a net profit before income taxes of \$6,572,392. Provision for income taxes of \$1,395,000 for the current year and \$900,000 deferred to future years, results in a net profit for the year of \$4,277,392 as compared to \$4,175,185 earned in 1967.

During the year, at the Clinton Mine, there were expended on capital account for plant and equipment \$3,297,777 and for preproduction expense, including waste removal, \$2,196,969. Total expenditures to date on mine plant and equipment, development, preproduction and other expenses and Transport Division equipment amount to \$28,328,815.

At the Cassiar Mine, equipment renewal cost \$470,133 and waste removal cost \$2,307,866.

At Whitehorse and North Vancouver there were expended on buildings and equipment \$589,080.

SALES

Fibre sales during the year achieved a new record of 124,728 tons valued at \$27,119,821 compared with 91,973 tons valued at \$21,023,006 in 1967. (The foregoing includes during 1968 and 1967 respectively 11,028 tons valued at \$1,907,032 and 853 tons valued at \$177,603, which was produced at the Clinton Mine during the preproduction period, the value of which has been applied in the accounts to reduce preproduction expenditures.) Shipment of an additional 7,158 tons valued at \$1,380,435 scheduled for delivery in 1968 was delayed until January 1969 by a shortage of overseas shipping at the year end.

With the Clinton Mine now capable of producing 90,000 tons of fibre per year and the Cassiar Mine producing at a rate of 75,000 tons of fibre per year, the combined annual capacity is 165,000 tons. This provides approximately 30,000 tons surplus capacity to meet immediate increases in demand for the company's products.

The market for spinning fibre was very strong throughout the year and is expected to continue at the same level through 1969. The new Clinton fibres were well received by the asbestos cement industry. Given reasonable economic conditions throughout the world, the forecast for 1969 is an increase in the volume of the company's sales of between ten and fifteen percent.

The pressure of the rising cost of labour and materials has resulted in industry-wide increases in the selling price of asbestos fibre. Effective January 1, 1969 your company increased the price of its products by an average of six percent.

CASSIAR MINE

Mine

During the year, 741,651 tons of ore were mined, of which 635,577 tons were treated in the rock rejection plant to eliminate 152,994 tons of rock. The untreated balance of 106,074 tons was principally selected high grade ore which is not amenable to this form of concentration. The resulting 482,583 tons of concentrate and 106,074 tons of untreated ore were delivered to the mill, 451,837 tons by tramline and 136,820 tons by truck.

A total of 2,828,327 tons of waste was mined and removed from the orebody at a cost of \$2,307,866. It is the company's accounting policy to capitalize the cost of waste removal. The waste is related to sections of ore released for mining by its removal, and the cost is apportioned accordingly. As the ore is mined from a "section" or "mining phase", the appropriate proportion of waste removal is written off as a part of the ore mining cost. On this basis, the waste charge against the ore currently being mined is \$1.68 per ton. Future operating conditions and new blasting techniques suggest the possibility of steepening the walls of the pit. This would have the effect of reducing the amount of waste that must be removed before a "section" or "phase" of ore is released for mining, and of reducing the amount of money tied up in mine development at any given time. Experiments are currently underway to determine if this method is feasible.

The overall mining costs were higher in 1968 than in 1967 as a result of a relatively constant plant overhead being applied against reduced tonnages of ore and waste. However, productivity was good and direct unit costs were maintained at a satisfactory level despite an increase in the cost of both labour and materials.

Mill

The mill treated 576,040 tons of ore and concentrate and produced 75,742 tons of fibre. Some additional equipment was installed to improve the recovery of the spinning grades. The traditional high quality of the fibre was maintained.

Ore Reserves

The probable ore reserves within the presently planned pit limits and to a depth of 340 feet below the lower adit are 25,000,000 tons. No diamond drilling or other exploration work was done during the year, but a reassessment of the talus ore available resulted in a reduction of approximately 250,000 tons previously included in the reserves.

Training Programme

There was a marked reduction in the turnover of labour. It is felt that the training programme, in addition to improving the work standards, played a significant part in this reduction.

CLINTON MINE

As noted in the last Interim Report to the Shareholders a great deal of operating time was lost during the first six months due to start-up problems, many of which were associated with the extremely cold temperatures. During the second half of the year, the plant operated very efficiently and costs approximated those budgeted.

The performance of the plant during the protracted period of severely cold weather experienced from November 1968 through February 1969 indicates that the problems which arose in the same period a year earlier have been substantially overcome. A few areas remain in which corrective measures have

yet to be finished, when it is anticipated that the efficiency of recovery and continuity of operations, for which the plant is designed, will be fully achieved.

During the fall all personnel were moved to the permanent townsite. A total of 37 individual houses and three men's residences have been completed. Most of the single employees are housed in individual rooms in the men's residences. A modern store, cookery and nursing station are operated by the company to service the community. A very fine public school, provided by the Yukon Territorial Government, was opened for children up to Grade eight. A community club was organized to operate the recreation hall, lounge, curling club and badminton activities.

Mine

During the year, 1,056,633 tons of ore were mined and delivered by the tramline to the rock rejection plant, where 347,630 tons were eliminated to produce a concentrated mill feed of 709,003 tons.

A total of 3,460,809 tons of waste was mined at a cost of \$1,453,714. The write-off of this waste is handled in the same fashion as at Cassiar and in 1968, fifty cents was charged against each ton of ore mined.

Mill

The mill treated 711,067 tons of concentrate and produced 64,279 tons of fibre. The three Clinton grades, CP, CT and CY, all proved to be high quality fibres, well suited to areas of anticipated growth in the asbestos cement market. Additional equipment will be added to the mill during the year to improve recovery and quality control.

Some experimental work is being done to determine the feasibility of producing a limited quantity of spinning fibre.

Ore Reserves

Subject to minor revisions that may result when the pit design is finalized, the probable ore reserves to a depth of 200 feet below the adit are 23,000,000 tons. No diamond drilling or other exploration work was carried out during the year.

TRANSPORT DIVISION

The new garage facilities in Whitehorse were opened in the fall of 1968, providing ample space to maintain the growing fleet of trucks.

ASBESTOS WHARF

The improvements resulting from the mechanized handling of one-ton units, introduced in 1967, made it possible to warehouse and ship much higher tonnages through the same facilities. Experiments are being conducted jointly with shipping companies and customers in various parts of the world to further improve the methods of handling fibre shipments.

KUTCHO CREEK ASBESTOS COMPANY LIMITED

No work was done on this property in 1968. The claims are being held in good standing pending a decision to proceed with their further development.

GENERAL EXPLORATION

Detailed exploration was carried out in selected areas of Northern British Columbia and the Yukon Territory in which asbestos orebodies might be found. No showings of economic interest

were found. This is a long-term exploration programme and will be continued on a somewhat expanded scale in 1969.

An option was obtained and additional claims were staked on a silver, lead, zinc showing northeast of Watson Lake in the Northwest Territories. These claims and option were turned over to a group of companies, for whom Conwest Exploration Company Limited is acting as manager. Your company received a 20% carried interest until \$200,000, including option payments, has been expended on the property and will have the right to maintain this interest by providing 20% of the funds if further development is warranted.

RESEARCH

A modest research programme is being carried on and, while it has not produced any major developments, the work has been of considerable value to the company in maintaining its competitive position in world markets.

ACKNOWLEDGEMENTS

The co-operation received from the White Pass and Yukon Route during the construction phase of the Clinton Mine and in handling the subsequent increase in tonnage was most helpful. A second vessel, the "M. V. Klondike" is scheduled for the service next summer.

The Yukon Territorial Government provided constructive advice and assistance in establishing the new Clinton townsite.

The staff and employees of all divisions by their loyalty and effort contributed greatly to the operations.

The directors express their appreciation to all the above.

On behalf of the Board,

F. M. CONNELL,
Chairman.

J. D. CHRISTIAN,
President.

Toronto, Canada,
March 12, 1969.

Clarkson, Gordon & Co.

Chartered Accountants

15 Wellington Street West, Toronto 1, Canada

Halifax Saint John Quebec Montreal Ottawa
Toronto Hamilton Kitchener London Windsor
Port Arthur Fort William Winnipeg Regina
Calgary Edmonton Vancouver Victoria

Arthur Young, Clarkson, Gordon & Co.
United States—Brazil

Telephone 368-2751 (Area Code 416)

AUDITORS' REPORT

To the Shareholders of
Cassiar Asbestos Corporation Limited:

We have examined the consolidated balance sheet of Cassiar Asbestos Corporation Limited and its subsidiaries as at December 31, 1968 and the statements of consolidated operations and earned surplus and consolidated source and application of funds for the year then ended. Our examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as we considered necessary in the circumstances.

In our opinion, these consolidated financial statements present fairly the financial position of the companies as at December 31, 1968 and the results of their operations and the source and application of their funds for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Clarkson, Gordon & Co.

Chartered Accountants

Toronto, Canada,
March 26, 1969.

Cassiar Asbestos Corporation Limited

and its subsidiaries

STATEMENTS OF CONSOLIDATED OPERATIONS AND EARNED SURPLUS

For the Year Ended December 31, 1968

(With comparative figures for the year 1967)

OPERATIONS

	1968 (note 6)	1967
Revenue:		
Asbestos fibre sales	\$25,212,789	\$20,845,403
Other sales	151,000	
Investments	116,973	32,764
	<u>25,480,762</u>	<u>20,878,167</u>
Expenses:		
Cost of sales (note 1)	12,089,896	8,790,930
Transportation to Vancouver and warehousing (note 1)	4,947,327	3,780,497
Administration, selling and general expenses	1,180,981	1,087,243
Remuneration of directors, including those holding salaried employment	82,113	82,615
Exploration and research expenses	131,037	152,291
Interest on borrowings	481,515	159,406
	<u>18,912,869</u>	<u>14,052,982</u>
	6,567,893	6,825,185
Minority interest in loss of subsidiary	4,499	
Profit before income taxes	<u>6,572,392</u>	<u>6,825,185</u>
Income taxes:		
Current	1,395,000	500,000
Deferred (note 4)	900,000	2,150,000
	<u>2,295,000</u>	<u>2,650,000</u>
Net profit for the year	<u>\$ 4,277,392</u>	<u>\$ 4,175,185</u>

EARNED SURPLUS

Balance at beginning of year	\$12,385,290	\$11,361,605
Net profit for the year	4,277,392	4,175,185
	<u>16,662,682</u>	<u>15,536,790</u>
Dividends totalling 60¢ per share	3,151,500	3,151,500
Balance at end of year	<u>\$13,511,182</u>	<u>\$12,385,290</u>

Cassiar Asbestos Corporation Limited

and its subsidiaries

STATEMENT OF CONSOLIDATED SOURCE AND APPLICATION OF FUNDS

For the Year Ended December 31, 1968

(With comparative figures for the year 1967)

	<u>1968</u>	<u>1967</u>
Working capital (current assets less current liabilities) beginning of year	\$ 1,942,709	\$ 2,654,434
Source of funds:		
Operations —		
Net profit	4,277,392	4,175,185
Waste removal costs amortized	1,774,290	1,729,516
Preproduction costs amortized	264,158	
Outside exploration costs written off	46,632	68,967
Depreciation	3,136,853	1,492,336
Income taxes deferred to future years	900,000	2,150,000
	<u>10,399,325</u>	<u>9,616,004</u>
Special refundable tax recoverable	124,239	
Minority interest in consolidated subsidiary	232,956	
Sale of investments — Clinton Mine funds		35,590
Long term bank loan		4,000,000
Capital stock issued for cash		5,744,728
	<u>10,756,520</u>	<u>19,396,322</u>
Application of funds:		
Plant and equipment (net) —		
Cassiar Mine	470,133	553,727
Clinton Mine	3,297,777	10,351,555
Transport Division	165,271	848,035
Asbestos Wharf	7,857	2,885
Whitehorse	415,952	
Waste removal costs —		
Cassiar Mine	2,307,866	2,801,594
Clinton Mine	1,453,714	
Preproduction costs — Clinton Mine	743,255	2,072,857
	<u>8,861,825</u>	<u>16,630,653</u>
Outside exploration costs	66,948	197,894
Long term debt retired	275,000	75,000
Non-current assets (net) of acquired subsidiary	95,173	
Purchase of investments	520	
Special refundable tax paid		53,000
Dividends	3,151,500	3,151,500
	<u>12,450,966</u>	<u>20,108,047</u>
Decrease in working capital during year	1,694,446	711,725
6% bank loan due July 1, 1969 shown at December 31, 1967 as long term debt transferred to current liabilities during 1968	3,800,000	
Net decrease in working capital	5,494,446	711,725
Working capital (deficiency) end of year	<u>\$ (3,551,737)</u>	<u>\$ 1,942,709</u>

CASSIAR ASBESTOS C

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Consolidated Balance Sh (with comparative figures

ASSETS

	1968	1967
Current:		
Accounts receivable	\$ 3,058,729	\$ 3,167,036
Special refundable tax recoverable	42,732	
Asbestos fibre at cost	4,716,059	2,719,919
Ore stockpiled at cost	427,312	350,761
Inventory of supplies — valued at laid-down cost	2,750,488	2,128,742
Prepaid expenses	110,626	81,484
Total current assets	<u>11,105,946</u>	<u>8,447,942</u>
Investments:		
Investments at cost plus accrued interest (market value 1968— \$312,917; 1967—\$320,615)	400,313	399,793
Special refundable tax	33,761	158,000
Investment in Territorial Supply Company Limited (note 5)— Shares (one-half the issued capital) at cost		25,000
Note receivable		150,000
	<u>434,074</u>	<u>732,793</u>
Fixed (note 1):		
Mine plant and equipment at cost	32,977,248	29,741,913
Automotive equipment at cost	7,278,045	6,980,020
Asbestos Wharf — leasehold improvements, buildings and equipment at cost	1,448,415	1,452,982
Whitehorse — buildings and equipment at cost	1,030,935	
Roads at cost	186,815	186,815
	<u>42,921,458</u>	<u>38,361,730</u>
Less accumulated depreciation	13,811,866	10,679,085
	<u>29,109,592</u>	<u>27,682,645</u>
Deferred:		
Mining claims and properties at cost (note 2)	2,777,964	2,695,315
Exploration, development and other preproduction expendi- tures less amounts written off (notes 1 and 2)	6,691,830	6,211,703
Waste removal costs less amounts written off (note 1)	12,720,888	10,733,598
	<u>22,190,682</u>	<u>19,640,616</u>
	<u>\$62,840,294</u>	<u>\$56,503,996</u>

CORPORATION LIMITED

(Canada Corporations Act)

Subsidiaries

at—December 31, 1968

(for the year 1967)

LIABILITIES

	<u>1968</u>	<u>1967</u>
Current:		
Bank indebtedness (note 3)	\$ 6,244,217	\$ 3,101,346
6% bank loan due July 1, 1969 (unsecured)	3,800,000	
Accounts payable and accrued charges	2,152,226	1,767,785
Dividend payable January 29, 1969 (January 29, 1968) ...	787,875	787,875
Taxes payable	1,598,365	773,227
Current portion of purchase contract	75,000	75,000
Total current liabilities	<u>14,657,683</u>	<u>6,505,233</u>
Long Term Debt:		
6% bank loan due July 1, 1969 (unsecured)		4,000,000
6% purchase contract due in equal annual instalments to June 30, 1969 less current portion		75,000
		<u>4,075,000</u>
Income taxes deferred (note 4)	10,485,000	9,585,000
Minority interest in consolidated subsidiary	<u>232,956</u>	
Shareholders' equity:		
Capital —		
Authorized: 5,500,000 shares without nominal or par value		
Issued: 5,252,500 shares	23,953,473	23,953,473
Earned surplus	13,511,182	12,385,290
	<u>37,464,655</u>	<u>36,338,763</u>
 On behalf of the Board:		
J. D. CHRISTIAN, Director		
C. R. ELLIOTT, Director		
	<u>\$62,840,294</u>	<u>\$56,503,996</u>

Cassiar Asbestos Corporation Limited

and its subsidiaries

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

December 31, 1968

1. Depreciation and amortization

The basis of amortization and depreciation is as follows:

Depreciation —

Buildings — 5% per annum on cost

Equipment — 10% per annum on cost

Automotive equipment cost is charged to operations at a uniform rate over the estimated useful life applied on a unit basis.

During the year the depreciation charge to operations amounted to \$3,136,853 (1967 — \$1,492,336).

Amortization of waste removal expenditures —

Waste removal costs are charged to operations on a per ton of ore mined basis, the rate being determined by dividing the cost of waste removal by the estimated tons of ore to be released. During the year waste removal costs charged to cost of production amounted to \$1,774,290 (1967 — \$1,729,516).

Amortization of preproduction expenditures —

Preproduction expenditures are amortized on a per ton basis, the rate being determined by the estimated ore reserves.

During the year preproduction costs charged to cost of production amounted to \$264,158 (1967 — Nil).

2. Exploration expenditures

The companies' policy is to write off all general exploration expenditures incurred during the year and to capitalize the direct costs of acquisition and expenditure thereon in mining properties which were in good standing at the year end. Upon disposal or abandonment of such interest the net gain or loss is reflected in the statement of income.

3. Bank credit

The company has established a line of credit pursuant to section 88 of the Bank Act secured by a general assignment of accounts receivable and inventories of asbestos fibre, ore and supplies in the aggregate amount of \$6,500,000.

At December 31, 1968 the amounts outstanding were —

Direct advances due on demand		\$1,244,217
Bankers acceptances:		
Due January 27, 1969	3,500,000	
Due February 26, 1969	1,000,000	
Due March 5, 1969	500,000	5,000,000
		<hr/>
Bank indebtedness per balance sheet		\$6,244,217

In addition to the foregoing there is outstanding a term loan (unsecured) due July 1, 1969 in the amount of \$3,800,000 reduced from \$4,000,000 during the year and now shown under current liabilities in the balance sheet.

4. Income taxes deferred

The deferred income taxes of \$900,000 is the amount by which income taxes otherwise payable in respect of the year have been reduced by claiming for tax purposes capital cost allowances, waste removal costs, and exploration and development expenditures, in excess of the amounts

recorded in the accounts. This difference is applicable to those future periods in which the amounts claimed for tax purposes will be less than the depreciation, waste removal costs and exploration and development expenditures recorded in the accounts and is accordingly included in the balance sheet in the item "Income Taxes Deferred".

5. Consolidated subsidiaries

Kutcho Creek Asbestos Company Limited — wholly owned
Territorial Supply Company Limited — 75% owned

Territorial Supply Company Limited provides purchasing, expediting and other services for the company and United Keno Hill Mines Limited at North Vancouver, B.C. and Whitehorse, Y.T. During the year your company increased its investment in Territorial Supply Company Limited to 75% and, therefore, its accounts have been consolidated at December 31, 1968.

6. Consolidated operations

Under the Income Tax Act the income from the Clinton Mine is exempt from income taxes for a three year period commencing April 1, 1968. The statement of operations includes the operating results of the Clinton Mine for the nine month period April 1, 1968 to December 31, 1968. The following summary shows a more detailed breakdown of the companies' operations:

	1968		1967	
	Tons	Value	Tons	Value
Asbestos fibre sales				
Total sales	124,728	\$27,119,821	91,973	\$21,023,006
Sales of fibre produced at Clinton Mine prior to April 1, 1968, credited to preproduction expenditures	11,028	1,907,032	853	177,603
Sales as per statement of operations	<u>113,700</u>	<u>\$25,212,789</u>	<u>91,120</u>	<u>\$20,845,403</u>

Summary of operations

For the year ended December 31, 1968

	Total	1968		1967	
		Clinton Mine (9 months)	Cassiar Mine	Subsidiary company	Cassiar Mine
Revenue:					
Asbestos fibre sales	\$25,212,789	\$7,973,061	\$17,239,728		\$20,845,403
Other sales	151,000			\$ 151,000	
Investments	116,973		116,973		32,764
	<u>25,480,762</u>	<u>7,973,061</u>	<u>17,356,701</u>	<u>151,000</u>	<u>20,878,167</u>
Expenses:					
Cost of sales (note 1)	12,089,896	4,321,538	7,620,882	147,476	8,790,930
Transportation to Vancouver and warehousing (note 1)	4,947,327	1,894,348	3,052,979		3,780,497
Administration, selling and general expenses	1,180,981	362,523	796,938	21,520	1,087,243
Remuneration of directors, including those holding salaried employment	82,113	24,571	57,542		82,615
Exploration and research expenses	131,037		131,037		152,291
	<u>18,431,354</u>	<u>6,602,980</u>	<u>11,659,378</u>	<u>168,996</u>	<u>13,893,576</u>
Profit (loss) before interest expense and income taxes	<u>\$ 7,049,408</u>	<u>\$1,370,081</u>	<u>\$ 5,697,323</u>	(17,996)	<u>\$ 6,984,591</u>
Minority interest in loss of subsidiary				4,499	
				<u>\$ (13,497)</u>	

CASSIAR ASBESTOS CORPORATION LIMITED—TEN YEAR REVIEW

	Years ended		
	1968	1967	1966
Ore mined (tons)	1,798,284	1,029,474	901,651
Ore and concentrate milled (tons)	1,287,107	756,787	706,493
Fibre produced (tons)	140,021	92,093	87,900
Waste removed (tons)	6,289,136	4,125,054	4,299,371
Sales	\$27,119,821	\$21,023,006	\$20,393,361
Profit before deducting the following	\$11,794,325	\$10,116,004	\$ 9,841,811
Depreciation	3,136,853	1,492,336	1,439,521
Exploration and development written off	2,085,080	1,798,483	1,616,521
Net earnings before taxes	\$ 6,572,392	\$ 6,825,185	\$ 6,785,761
Provision for current taxes	1,395,000	500,000	765,000
Provision for deferred taxes	900,000	2,150,000	1,875,000
Net Earnings	\$ 4,277,392	\$ 4,175,185	\$ 4,145,761
Net earnings per share	81¢	79½¢	87¢
Dividends declared per share	60¢	60¢	60¢
CAPITAL EXPENDITURES:			
Land, Plant and Equipment	\$ 4,356,990	\$11,756,202	\$ 8,881,990
Mine development — Cassiar	2,307,866	2,801,594	2,508,190
— Clinton	2,196,969	2,072,857	2,719,190
Outside exploration	66,948	197,894	269,770
BALANCE SHEET — AT END OF FISCAL PERIOD:			
Net working capital and Investments	\$ (3,117,663)	\$ 2,500,502	\$ 3,194,811
Territorial Supply Company Limited	— *	175,000	175,000
Plant and Equipment	42,921,458	38,361,730	26,720,300
Mining Claims and Properties	2,777,964	2,695,315	2,630,490
Deferred development	19,412,718	16,945,301	13,737,210
Total	\$61,994,477	\$60,677,848	\$46,457,821
Deduct — Long term bank loan	—	4,000,000	—
— Purchase contract payable	—	75,000	150,000
— Deferred taxes	10,485,000	9,585,000	7,435,000
— Accumulated depreciation	13,811,866	10,679,085	9,302,470
— Minority interest in Consolidated Subsidiary	232,956*	—	—
Shareholders' equity	\$37,464,655	\$36,338,763	\$29,570,351
Shares of capital stock issued at end of period	5,252,500	5,252,500	4,775,000

* Included as Consolidated Subsidiary

				15 Months Oct. 1, 1960 to Dec. 31, 1961	Years ended September 30	
December 31	1965	1964	1963	1962	1960	1959
	743,765	705,205	756,574	720,416	674,791	359,914
	613,404	587,908	588,733	569,571	581,835	344,233
	85,432	66,897	62,214	57,568	56,556	32,277
	4,542,457	3,464,705	2,824,197	2,357,623	2,550,035	1,339,249
	17,526,197	\$14,466,691	\$13,882,535	\$12,665,656	\$14,593,795	\$ 9,521,376
	8,498,620	\$ 7,336,746	\$ 6,682,009	\$ 6,179,710	\$ 6,934,758	\$ 4,607,789
	1,134,471	1,093,058	1,054,740	1,091,772	1,307,529	923,508
	1,295,677	1,265,226	1,427,461	1,038,733	1,067,076	440,702
	6,068,472	\$ 4,978,462	\$ 4,199,808	\$ 4,049,205	\$ 4,560,153	\$ 3,243,579
	1,310,000	1,185,000	950,000	950,000	600,000	12,000
	1,070,000	765,000	660,000	650,000	1,130,000	188,000
	3,688,472	\$ 3,028,462	\$ 2,589,808	\$ 2,449,205	\$ 2,830,153	\$ 3,043,579
	77¢	76½¢	65¢	62¢	71¢	77¢
	60¢	60¢	60¢	60¢	75¢	50¢
	2,739,710	\$ 1,962,105	\$ 1,391,630	\$ 518,235	\$ 1,359,994	\$ 608,230
	2,715,778	2,259,102	2,442,363	2,007,698	2,288,921	779,358
	737,708	305,250	117,858	—	—	—
	21,656	25,348	40,840	29,593	270,623	1,502,774
	11,437,161	\$ 3,497,143	\$ 3,898,855	\$ 4,512,588	\$ 4,213,321	\$ 4,931,576
	175,000	225,000	275,000	275,000	275,000	350,000
	18,115,007	15,827,789	14,615,849	13,606,270	13,337,576	11,439,478
	2,599,956	2,590,712	2,308,596	2,371,505	2,423,168	2,153,477
	9,864,030	7,693,810	6,371,453	5,133,445	4,196,939	2,004,105
	42,191,154	\$29,834,454	\$27,469,753	\$25,898,808	\$24,446,004	\$22,481,006
	—	—	—	—	—	—
	225,000	300,000	—	—	—	—
	5,560,000	4,490,000	3,725,000	3,065,000	2,415,000	225,000
	8,116,570	7,434,592	6,787,353	6,090,216	5,360,617	3,820,988
	—	—	—	—	—	—
	\$28,289,584	\$17,609,862	\$16,957,400	\$16,743,592	\$16,670,387	\$16,810,234
	4,775,000	3,960,000	3,960,000	3,960,000	3,960,000	3,960,000

Cassiar Asbestos Corporation Limited

Management and Operating Personnel

GENERAL OFFICERS

Chairman of the Board	-	-	-	-	-	-	-	F. M. CONNELL, O.B.E., LL.D.
President	-	-	-	-	-	-	-	J. D. CHRISTIAN, C.B.E., B.A.Sc.
Vice-President and Secretary-Treasurer	-	-	-	-	-	-	-	C. R. ELLIOTT, C.A.
General Manager	-	-	-	-	-	-	-	J. G. BERRY, B.Sc.
Manager of Operations	-	-	-	-	-	-	-	A. C. BEGUIN, B.A.Sc.
Consulting Engineer	-	-	-	-	-	-	-	T. T. TIGERT, B.A.Sc.
Assistant Secretary	-	-	-	-	-	-	-	J. R. SCRIMGER
Assistant Treasurer	-	-	-	-	-	-	-	M. G. MAZURKEWICH
Chief Accountant	-	-	-	-	-	-	-	M. J. HERZOG, C.A.

OPERATING DIVISIONS

CASSIAR MINE, Cassiar, B.C.

General Superintendent	-	-	-	-	-	-	-	A. C. CARON
Mine Superintendent	-	-	-	-	-	-	-	B. KOVACS, B.A.Sc.
Mill Superintendent	-	-	-	-	-	-	-	C. R. HARRIS, B.A.Sc.
Plant Superintendent	-	-	-	-	-	-	-	G. EDWARDS
Equipment Superintendent	-	-	-	-	-	-	-	W. ZEMENCHIK
Mechanical Superintendent	-	-	-	-	-	-	-	J. C. VELTMEYER
Electrical Superintendent	-	-	-	-	-	-	-	F. KLIMENT
Surface Superintendent	-	-	-	-	-	-	-	G. KAMLAH
Chief Engineer	-	-	-	-	-	-	-	J. ST. GEORGES, B.A.
Chief Geologist	-	-	-	-	-	-	-	W. H. PLUMB, B.A.Sc.
Senior Office Manager	-	-	-	-	-	-	-	J. H. THORNICROFT
Chief Mine Accountant	-	-	-	-	-	-	-	C. N. GANDER

CLINTON MINE, Yukon Territory

General Superintendent	-	-	-	-	-	-	-	J. R. MURDOCH, B.Sc.
Mine Superintendent	-	-	-	-	-	-	-	H. A. WOODY
Mill Superintendent	-	-	-	-	-	-	-	M. DEROUIN, B.Sc.
Plant Superintendent	-	-	-	-	-	-	-	J. M. BELL
Equipment Supervisor	-	-	-	-	-	-	-	W. WAGNER
Mechanical Supervisor	-	-	-	-	-	-	-	P. J. WATTERS
Electrical Supervisor	-	-	-	-	-	-	-	R. O. HOFFMAN
Surface Supervisor	-	-	-	-	-	-	-	J. S. BUTCHART
Chief Engineer	-	-	-	-	-	-	-	J. G. DREWE, B.Sc.
Chief Mine Accountant	-	-	-	-	-	-	-	D. O. ACASON

TRANSPORT DIVISION, Whitehorse, Y.T.

General Superintendent	-	-	-	-	-	-	-	W. E. ROYDS, B.A.Sc.
Operations and Maintenance Superintendent	-	-	-	-	-	-	-	W. G. WHITEHOUSE
Accountant	-	-	-	-	-	-	-	K. J. MULLOY

ASBESTOS WHARF, North Vancouver, B.C.

Superintendent — Vancouver Operations	-	-	-	-	-	-	-	J. T. WARD
Superintendent — Asbestos Wharf	-	-	-	-	-	-	-	M. PHILLIPS
Purchasing Agent	-	-	-	-	-	-	-	K. B. SCRIMGER

